

MAR 13 2015

## SENATE RESOLUTION

REQUESTING THE AUDITOR TO CONDUCT A FOLLOW-UP ANALYSIS TO  
*SUNRISE ANALYSIS: CHECK CASHING AND DEFERRED DEPOSIT*  
*AGREEMENTS (PAYDAY LOANS)*, REPORT NO. 05-11.

1 WHEREAS, the Auditor issued *Sunrise Analysis: Check Cashing*  
2 *and Deferred Deposit Agreements (Payday Loans)*, Report No. 05-11  
3 in December 2005; and  
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5 WHEREAS, in Report No. 05-11, the Auditor recommended  
6 several legislative changes, including instituting a mandatory  
7 registration program for all payday lenders with the Department  
8 of Commerce and Consumer Affairs; and  
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10 WHEREAS, the recommendations in Report No. 05-11 have not  
11 yet been adopted by the Legislature; now, therefore,  
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13 BE IT RESOLVED by the Senate of the Twenty-eighth  
14 Legislature of the State of Hawaii, Regular Session of 2015,  
15 that the Auditor is requested to conduct a follow-up analysis to  
16 *Sunrise Analysis: Check Cashing and Deferred Deposit Agreements*  
17 *(Payday Loans)*, Report No. 05-11; and  
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19 BE IT FURTHER RESOLVED that the Auditor is requested to:

- 20 (1) Compare regulation of payday loans under chapter 480F,  
21 Hawaii Revised Statutes, with regulations in other  
22 states;
- 23 (2) Analyze the economic impact on consumers and payday  
24 loan providers of the regulations in other  
25 jurisdictions that have imposed a cap on fees equal to  
26 an annual percentage rate of thirty-six percent; and
- 27 (3) Analyze the availability and cost of alternative  
28 credit products to payday loans; and  
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30 BE IT FURTHER RESOLVED that the Auditor report its findings  
31 and recommendations, including any proposed legislation, to the



# S.R. NO. 115

1 Legislature no later than twenty days prior to the convening of  
2 the Regular Session of 2016; and  
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4 BE IT FURTHER RESOLVED that certified copies of this  
5 Resolution be transmitted to the Auditor and the Director of  
6 Commerce and Consumer Affairs.  
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OFFERED BY:

Michelle L. L. L.

